



RELIABLE AFFORDABLE CLEAN

Prioritizing Methane Reduction & Management

EPA Methane Challenge: The Methane Challenge is a voluntary program founded by the EPA in collaboration with oil and natural gas companies. The program recognizes companies that make specific and transparent commitments to reduce methane emissions.



Industry Trailblazing with the TrustWell Program: NJNG is the first natural gas utility in the nation to purchase independently certified supply under the Trustwell™ Ratings system. The rating evaluates a wide range of risks and impacts, including emissions, leaks and well integrity, and attests a responsible natural gas product for natural gas purchasers and end users.



Going Further as a ONE FUTURE Coalition Member: Dedicated to voluntarily achieving meaningful reductions in methane emissions up and down the natural gas supply chain. ONE Future focuses on achieving a science-based average rate of methane emission that is equal to 1 percent or less of total natural gas production by 2025.



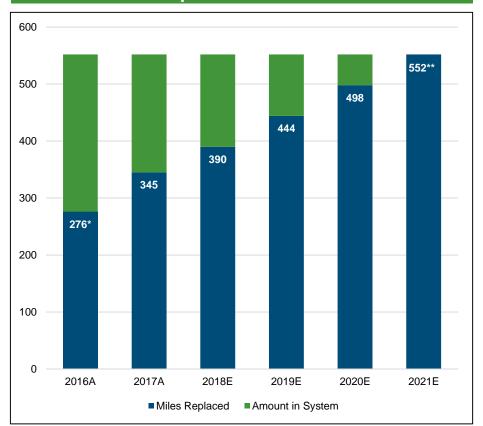
NJNG Significant Investments in System Integrity & Efficiency

Program	Description	Benefits
The SAVEGREEN Project® (2006)	Encourages investment in energy efficiency equipment and measures through customer incentives	Reduces energy usage and emissions
NJ RISE: New Jersey Reinvestment in System Enhancement (2012)	System strengthening/ reliability projects driven by Superstorm Sandy	Improve system resiliency for future major weather events
SAFE II (2015, preceded by 2009 AIP, 2011 AIP II and 2012 SAFE I)	Replacement of remainder of bare steel main	Enhances pipeline safety by replacing aged infrastructure
CIP: Conservation Incentive Program (2006)	Reconciles usage per customer differences	 Gas cost savings of over \$390 million through reduced usage

Regulatory mechanisms enhance NJNG's ability to provide safe, reliable, competitively-priced service to customers

SAFE II – Going beyond cast iron removal

Miles Replaced: 2016A – 2021E



Capital Investment



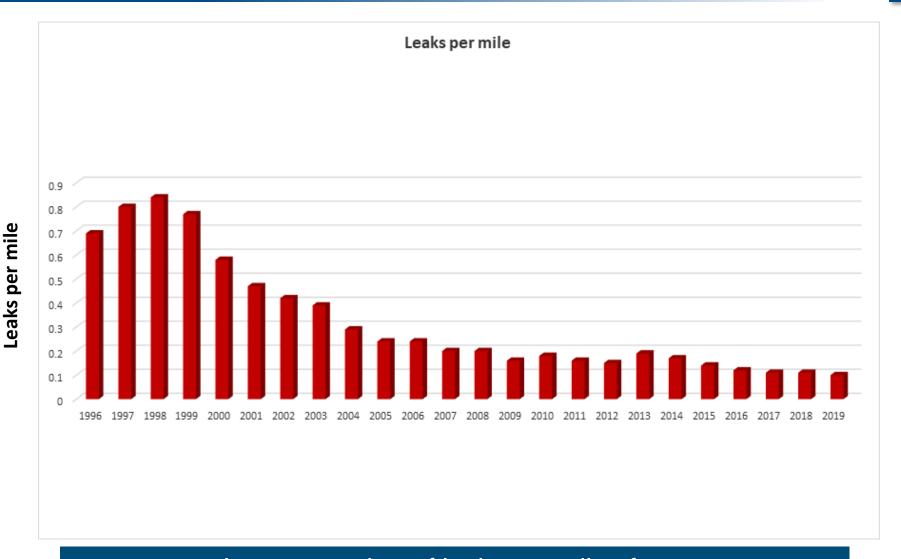
SAFE II is a Five-Year, \$200 million program to eliminate Unprotected Bare Steel Main throughout NJNG's System. NJNG will be the first company in NJ to achieve this.

^{*} Represents total amount replaced at the end of SAFE I

^{**} Represents the total amount of unprotected steel in the NJNG system

^{***} Includes capital invested in SAFE I

Committed to System Performance and Safety



Lowest number of leaks per mile of any natural gas utility in New Jersey

Helping Customers Save Energy and Money



Conserve to Preserve®

helps customers use less energy, save money and preserve our natural resources

- 3.2 million conservation tips provided by our Call Center
- **143,000** E-Tip subscribers
- **\$390 million** saved by customers through reduced usage since 2006



Allows customers to invest in energyefficient equipment, whole-house improvements and facility upgrades

Since inception in 2009:

- Invested \$159 million in grants, incentives and on-bill repayment program
- Helped 51,000 customers
- Over **2,600** contractors have participated

Energy efficiency is a growing part of New Jersey's energy future